



3015 (02-09-04)

ANNUAL REPORT

OF

Name: PADDOCK LAKE MUNICIPAL WATER UTILITY

Principal Office: 6969 236TH AVE
PADDOCK LAKE, WI 53168

For the Year Ended: DECEMBER 31, 2003

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: PADDOCK LAKE MUNICIPAL WATER UTILITY

Utility Address: 6969 236TH AVE
PADDOCK LAKE, WI 53168

When was utility organized? 7/14/1960

Report any change in name:

Effective Date:

Utility Web Site:

Utility employee in charge of correspondence concerning this report:

Name: MRS DORIS RADITZ

Title: VILLAGE CLERK

Office Address:

6969 236TH AVENUE
PADDOCK LAKE, WI 53168

Telephone: (262) 843 - 2713

Fax Number: (262) 843 - 3409

E-mail Address:

Individual or firm, if other than utility employee, preparing this report:

Name: KATHRYN HOPPE

Title: PARTNER

Office Address: HOPPE & ORENDORFF, SC

3916 67TH STREET
KENOSHA, WI 53142

Telephone: (262) 657 - 7716

Fax Number: (262) 657 - 6191

E-mail Address: kathyh@handocpas.com

President, chairman, or head of utility commission/board or committee:

Name: JOSEPH RIESELDMANN

Title: UTILITY COMMITTEE CHAIRMAN

Office Address:

6969 236TH AVENUE
PADDOCK LAKE, WI 53168

Telephone: (262) 843 - 2713

Fax Number: (262) 843 - 3409

E-mail Address:

Are records of utility audited by individuals or firms, other than utility employee? YES

IDENTIFICATION AND OWNERSHIP

Individual or firm, if other than utility employee, auditing utility records:

Name: KATHRYN HOPPE

Title: PARTNER

Office Address: HOPPE & ORENDORFF, SC
3916 67TH STREET
KENOSHA, WI 53142

Telephone: (262) 657 - 7716

Fax Number: (262) 657 - 6191

E-mail Address: kathyh@handocpas.com

Date of most recent audit report: 4/16/2003

Period covered by most recent audit: YEAR ENDED DECEMBER 31, 2002

Names and titles of utility management including manager or superintendent:

Name: MIKE JOHNSON

Title: UTILITY OPERATION SUPERVISOR

Office Address:
6969 236TH AVENUE
PADDOCK LAKE, WI 53168

Telephone: (414) 843 - 2824

Fax Number: (414) 843 - 3409

E-mail Address:

Name of utility commission/committee: PADDOCK LAKE BOARD OF TRUSTEES

Names of members of utility commission/committee:

- MR DAVID BUEHN, PRESIDENT
- MR PATRICIA FISH, TRUSTEE
- MR KAREN HARRIS, TRUSTEE
- MR TOM LOIS, TRUSTEE
- MR JOSEPH RIESSELMANN, TRUSTEE
- MS GERALD SORENSEN, TRUSTEE
- MR ARTHUR WARSHACK, TRUSTEE

Is sewer service rendered by the utility? NO

If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.0819 of the Wisconsin Statutes? NO

Date of Ordinance:

Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO

Provide the following information regarding the provider(s) of contract services:

IDENTIFICATION AND OWNERSHIP

Firm Name:

Contact Person:

Title:

Telephone:

Fax Number:

E-mail Address:

Contract/Agreement beginning-ending dates:

Provide a brief description of the nature of Contract Operations being provided:

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	59,568	50,550	1
Operating Expenses:			
Operation and Maintenance Expense (401)	43,930	39,828	2
Depreciation Expense (403)	6,180	5,744	3
Amortization Expense (404)	0	0	4
Taxes (408)	6,530	(3,105)	5
Total Operating Expenses	56,640	42,467	
Net Operating Income	2,928	8,083	
Income from Utility Plant Leased to Others (412-413)	0	0	6
Utility Operating Income	2,928	8,083	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	7
Nonoperating Rental Income (418)	0	0	8
Interest and Dividend Income (419)	383	275	9
Miscellaneous Nonoperating Income (421)	0	0	10
Total Other Income	383	275	
Total Income	3,311	8,358	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	11
Other Income Deductions (426)	3,901	0	12
Total Miscellaneous Income Deductions	3,901	0	
Income Before Interest Charges	(590)	8,358	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	3,245	0	13
Amortization of Debt Discount and Expense (428)	0	0	14
Amortization of Premium on Debt--Cr. (429)	0	0	15
Interest on Debt to Municipality (430)	0	0	16
Other Interest Expense (431)	0	0	17
Interest Charged to Construction--Cr. (432)	0	0	18
Total Interest Charges	3,245	0	
Net Income	(3,835)	8,358	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	(41,398)	(49,756)	19
Balance Transferred from Income (433)	(3,835)	8,358	20
Miscellaneous Credits to Surplus (434)	191,225	0	21
Miscellaneous Debits to Surplus--Debit (435)	0	0	22
Appropriations of Surplus--Debit (436)	0	0	23
Appropriations of Income to Municipal Funds--Debit (439)	0	0	24
Total Unappropriated Earned Surplus End of Year (216)	145,992	(41,398)	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)	
UTILITY OPERATING INCOME				
Operating Revenues (400):				
Derived	59,568		59,568	1
Total (Acct. 400):	59,568	0	59,568	
Operation and Maintenance Expense (401):				
Derived	43,930		43,930	2
Total (Acct. 401):	43,930	0	43,930	
Depreciation Expense (403):				
Derived	6,180		6,180	3
Total (Acct. 403):	6,180	0	6,180	
Amortization Expense (404):				
Derived	0		0	4
Total (Acct. 404):	0	0	0	
Taxes (408):				
Derived	6,530		6,530	5
Total (Acct. 408):	6,530	0	6,530	
Revenues from Utility Plant Leased to Others (412):				
NONE	0		0	6
Total (Acct. 412):	0	0	0	
Expenses of Utility Plant Leased to Others (413):				
NONE	0		0	7
Total (Acct. 413):	0	0	0	
TOTAL UTILITY OPERATING INCOME:	2,928	0	2,928	
OTHER INCOME				
Income from Merchandising, Jobbing and Contract Work (415-416):				
Derived	0		0	8
Total (Acct. 415-416):	0	0	0	
Nonoperating Rental Income (418):				
NONE	0		0	9
Total (Acct. 418):	0	0	0	
Interest and Dividend Income (419):				
INTEREST INCOME	383	0	383	10
Total (Acct. 419):	383	0	383	
Miscellaneous Nonoperating Income (421):				
Contributed Plant - Water			0	11

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
OTHER INCOME			
Miscellaneous Nonoperating Income (421):			
NONE	0	0	0 12
Total (Acct. 421):	0	0	0
TOTAL OTHER INCOME:	383	0	383

MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425):			
NONE	0	0	0 13
Total (Acct. 425):	0	0	0
Other Income Deductions (426):			
Depreciation Expense on Contributed Plant - Water	[REDACTED]	3,901	3,901 14
NONE	0	0	0 15
Total (Acct. 426):	0	3,901	3,901
TOTAL MISCELLANEOUS INCOME DEDUCTIONS:	0	3,901	3,901

INTEREST CHARGES			
Interest on Long-Term Debt (427):			
Derived	3,245	[REDACTED]	3,245 16
Total (Acct. 427):	3,245	0	3,245
Amortization of Debt Discount and Expense (428):			
NONE	0	[REDACTED]	0 17
Total (Acct. 428):	0	0	0
Amortization of Premium on Debt--Cr. (429):			
NONE	0	[REDACTED]	0 18
Total (Acct. 429):	0	0	0
Interest on Debt to Municipality (430):			
Derived	0	[REDACTED]	0 19
Total (Acct. 430):	0	0	0
Other Interest Expense (431):			
Derived	0	[REDACTED]	0 20
Total (Acct. 431):	0	0	0

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
 2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Earnings (216.1) (b)	Contributions (216.2) (c)	Total This Year (d)
INTEREST CHARGES			
Interest Charged to Construction--Cr. (432):			
NONE	0		0 21
Total (Acct. 432):	0	0	0
TOTAL INTEREST CHARGES:	3,245	0	3,245
NET INCOME:	66	(3,901)	(3,835)
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216):			
Derived	(41,398)	0	(41,398) 22
Total (Acct. 216):	(41,398)	0	(41,398)
Balance Transferred from Income (433):			
Derived	66	(3,901)	(3,835) 23
Total (Acct. 433):	66	(3,901)	(3,835)
Miscellaneous Credits to Surplus (434):			
SET-UP NEW SUB ACCOUNT:UNAPPROPRIATED EARNE		191,225	191,225 24
Total (Acct. 434):	0	191,225	191,225
Miscellaneous Debits to Surplus--Debit (435):			
NONE	0	0	0 25
Total (Acct. 435)--Debit:	0	0	0
Appropriations of Surplus--Debit (436):			
Detail appropriations to (from) account 215			0 26
Total (Acct. 436)--Debit:	0	0	0
UNAPPROPRIATED EARNED SURPLUS (END OF YEAR):	(41,332)	187,324	145,992

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	59,568	0	0	0	59,568	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify: NONE					0	6
Revenues subject to Wisconsin Remainder Assessment	59,568	0	0	0	59,568	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	404,682	316,473	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	165,015	85,217	2
Net Utility Plant	239,667	231,256	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Investment in Municipality (123)	0	0	5
Other Investments (124)	0	0	6
Special Funds (125)	0	0	7
Total Other Property and Investments	0	0	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	6,229	43,184	8
Temporary Cash Investments (132)		0	9
Notes Receivable (141)	0	0	10
Customer Accounts Receivable (142)	20,216	2,632	11
Other Accounts Receivable (143)	0	0	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	4,050	7,846	14
Materials and Supplies (150)	0	0	15
Prepayments (165)	0	0	16
Other Current and Accrued Assets (170)		0	17
Total Current and Accrued Assets	30,495	53,662	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	18
Extraordinary Property Losses (182)	0	0	19
Other Deferred Debits (183)	0	0	20
Total Deferred Debits	0	0	
Total Assets and Other Debits	270,162	284,918	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	0	0	21
Appropriated Earned Surplus (215)		0	22
Unappropriated Earned Surplus (216)	145,992	(41,398)	23
Total Proprietary Capital	145,992	(41,398)	
LONG-TERM DEBT			
Bonds (221)	0	0	24
Advances from Municipality (223)	0	0	25
Other long-Term Debt (224)	95,000	0	26
Total Long-Term Debt	95,000	0	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	27
Accounts Payable (232)	3,243	48,290	28
Payables to Municipality (233)	20,585	16,335	29
Customer Deposits (235)		0	30
Taxes Accrued (236)	5,227	0	31
Interest Accrued (237)	115	0	32
Other Current and Accrued Liabilities (238)		0	33
Total Current and Accrued Liabilities	29,170	64,625	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	34
Customer Advances for Construction (252)		0	35
Other Deferred Credits (253)	0	0	36
Total Deferred Credits	0	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)		0	37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	0	261,691	38
Total Liabilities and Other Credits	270,162	284,918	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
First of Year:					
Total Utility Plant - First of Year	316,473	0	0	0	1
<i>(Should agree with Util. Plant Jan. 1 in Property Tax Equivalent Schedule)</i>					
Plant Accounts:					
Utility Plant in Service - Financed by Utility Operations or by the Municipality (100.1)	142,991	0	0	0	2
Utility Plant in Service - Contributed Plant (100.2)	261,691	0	0	0	3
Utility Plant Purchased or Sold (391)	0				4
Utility Plant in Process of Reclassification (392)					5
Utility Plant Leased to Others (393)					6
Property Held for Future Use (394)					7
Construction Work in Progress (395)					8
Utility Plant Acquisition Adjustments (396)					9
Other Utility Plant Adjustments (397)					10
Total Utility Plant	404,682	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service - Financed by Utility Operations or by the Municipality (110.1)	90,647	0	0	0	11
Accumulated Provision for Depreciation of Utility Plant in Service - Contributed Plant (110.2)	74,368	0	0	0	12
Total Accumulated Provision	165,015	0	0	0	
Net Utility Plant	239,667	0	0	0	

**ACCUMULATED PROVISION FOR DEPRECIATION AND
AMORTIZATION OF UTILITY PLANT ON UTILITY PLANT
FINANCED BY UTILITY OPERATIONS OR BY THE MUNICIPALITY
(ACCT. 110.1)**

Depreciation Accruals (Credits) during the year (110.1):

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.1)	85,217				85,217	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	6,180				6,180	4
Depreciation expense on meters						5
charged to sewer (see Note 3)	0				0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	6,180	0	0	0	6,180	13
Debits during year						14
Book cost of plant retired	750				750	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	750	0	0	0	750	19
Balance end of year (110.1)	90,647	0	0	0	90,647	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						22

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT ON CONTRIBUTED PLANT IN SERVICE (ACCT. 110.2)

Depreciation Accruals (Credits) during the year (110.2):
 1. Report the amounts charged to Depreciation Expense (426).
 2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year (110.2)					0	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (426)	3,901				3,901	4
Accruals charged other						5
accounts (specify):						6
					0	7
Salvage					0	8
Other credits (specify):						9
Est. deprec on contrib plnt 1/1/03	70,467				70,467	10
Total credits	74,368	0	0	0	74,368	11
Debits during year						12
Book cost of plant retired	0				0	13
Cost of removal					0	14
Other debits (specify):						15
					0	16
Total debits	0	0	0	0	0	17
Balance end of year (110.2)	74,368	0	0	0	74,368	18
Composite Depreciation Rate?	No					19
If yes, what is the rate?						20

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	0			0	1
Other (specify):					
NONE	0			0	2
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	3
Net Nonutility Property	0	0	0	0	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)
Balance first of year	0 1
Additions:	
Provision for uncollectibles during year	0 2
Collection of accounts previously written off: Utility Customers	0 3
Collection of accounts previously written off: Others	0 4
Total Additions	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	0 5
Accounts written off during the year: Others	0 6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation	0	0	0	0	0	0 1
Other					0	0 2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility		0 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	<u>0</u>	<u>0</u>

**UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT
(ACCTS. 181 AND 251)**

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
NONE				1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE				2
Total			<u>0</u>	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)
Balance first of year	0 1
Changes during year (explain):	
NONE	0 2
Balance end of year	<u><u>0</u></u>

BONDS (ACCT. 221)

- 1. Report hereunder information required for each separate issue of bonds.
- 2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
- 3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)
-------------------------------------	------------------------------	------------------------------------	------------------------------	---

NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
GENERAL OBLIGATION DEBT TO FINANCE WATER	12/17/2003	12/17/2005	3.15%	95,000	1
Total for Account 224				95,000	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Accruals:		
Charged water department expense	6,530	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
NONE		5
Total Accruals and other credits	<u>6,530</u>	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	1,240	7
PSC Remainder Assessment	63	8
Other (explain):		
		9
Total payments and other debits	<u>1,303</u>	
Balance end of year	<u><u>5,227</u></u>	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
N/P-WATER METERS	0	3,245	3,130	115	3
Subtotal	0	3,245	3,130	115	
Notes Payable (231)					
NONE	0			0	4
Subtotal	0	0	0	0	
Total	0	3,245	3,130	115	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
NONE		2
Total (Acct. 124):	0	
Special Funds (125):		
NONE		3
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		4
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	20,216	5
Electric		6
Sewer (Regulated)		7
Other (specify):		
NONE		8
Total (Acct. 142):	20,216	
Other Accounts Receivable (143):		
Sewer (Non-regulated)		9
Merchandising, jobbing and contract work		10
Other (specify):		
NONE		11
Total (Acct. 143):	0	
Receivables from Municipality (145):		
DELINQUENT WATER UTILITY BILLS ON TAX ROLL	4,050	12
Total (Acct. 145):	4,050	
Prepayments (165):		
NONE		13
Total (Acct. 165):	0	
Extraordinary Property Losses (182):		
NONE		14
Total (Acct. 182):	0	
Other Deferred Debits (183):		
NONE		15
Total (Acct. 183):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Payables to Municipality (233):		
OPERATING PAYABLE TO GENERAL FUND	19,948	16
OPERATING PAYABLE TO SEWER FUND	637	17
Total (Acct. 233):	20,585	
Other Deferred Credits (253):		
NONE		18
Total (Acct. 253):		0

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include contributed plant in service, property held for future use, or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service (100.1)	80,615	0	0	0	80,615	1
Materials and Supplies	0	0	0	0	0	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation (110.1)	87,932	0	0	0	87,932	4
Customer Advances for Construction					0	5
NONE					0	6
Average Net Rate Base	(7,317)	0	0	0	(7,317)	
Net Operating Income	2,928	0	0	0	2,928	7
Net Operating Income as a percent of						
Average Net Rate Base	N/A	N/A	N/A	N/A	N/A	N/A

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

WATER METERS WERE IMPLEMENTED IN SEPTEMBER 2003 AND THE FIRST BILLING WITH THE METERS WAS ON 12/1/2003 FOR THE PERIOD SEPTEMBER 1, 2003 TO NOVEMBER 31, 2003 BASED ON A RATE APPROVED BY THE PSC IN 2003.

5. Obligations incurred or assumed, excluding commercial paper.

A NOTE WAS TAKEN OUT WITH A LOCAL BANK FOR \$95,000 TO FINANCE THE NEW WATER METER PROJECT. THIS OBLIGATION IS SECURED BY THE GENERAL TAX REVENUES OF THE MUNICIPALITY'S GENERAL FUND.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Income Statement Account Details (Page F-02)

General footnotes

THE MISCELLANEOUS CREDIT TO SURPLUS FOR \$191,225 IS TO SET-UP THE NEW UNAPPROPRIATED EARNED SURPLUS SUB ACCOUNT AS REQUIRED BY THE PSC IN THE ELIMINATION OF THE CONTRIBUTIONS IN AID OF CONSTRUCTION.

Balance Sheet (Page F-05)

General footnotes

AT THE END OF 2002, ACCOUNTS PAYABLE WAS UNUSUALLY LARGE DUE TO OUTSTANDING BILLS FROM THE METERS PROJECT. WITH THE COMPLETION OF THE PROJECT A/P HAS DECREASED SIGNIFICANTLY IN 2003.

Accumulated Provision for Depreciation and Amortization of Utility Plant on Utility Plant Financed by Ut

General footnotes

THE UTILITY CHANGED ITS DEPRECIATION CALCULATION IN 2003 FROM USE OF A COMPOSITE RATE TO USE OF THE BENCHMARK ACCOUNT RATES AS RECOMMENDED BY THE PSC IN THE MSEXCEL SPREADSHEET POSTED SEPTEMBER 12, 2000.

Balance Sheet End-of-Year Account Balances (Page F-18)

General footnotes

CUSTOMER RECEIVABLE ACCT 142 IS HIGHER THAN IN 2002 BECAUSE SOME OF THE COLLECTIONS WERE RECEIVED BY THE SEWER FUND BUT THE SEWER FUND HAD NOT YET TRANSFERRED THE COLLECTIONS TO THE WATER.

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	261,691	0	0	0	0	261,691	1
Add credits during year:							
NONE						0	2
Deduct charges (specify):							
Closed January 1, 2003 per Docket 05-US-105	261,691					261,691	3
Balance End of Year	0	0	0	0	0	0	

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	This Year (b)	Last Year (c)	
Operating Revenues			
Sales of Water			
Sales of Water (460-467)	58,962	46,824	1
Total Sales of Water	58,962	46,824	
Other Operating Revenues			
Forfeited Discounts (470)	599	957	2
Other Water Revenues (474)	7	2,769	3
Amortization of Construction Grants (475)		0	4
Total Other Operating Revenues	606	3,726	
Total Operating Revenues	59,568	50,550	
Operation and Maintenance Expenses			
Plant Operation and Maintenance Expenses (600-660)	16,546	19,969	5
General Operating Expenses (680-690)	27,384	19,859	6
Total Operation and Maintenance Expenses	43,930	39,828	
Other Operating Expenses			
Depreciation Expense (403)	6,180	5,744	7
Amortization Expense (404)		0	8
Taxes (408)	6,530	(3,105)	9
Total Other Operating Expenses	12,710	2,639	
Total Operating Expenses	56,640	42,467	
NET OPERATING INCOME	2,928	8,083	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Account 460, Unmetered Sales to General Customers - Gallons of Water Sold should not include in any way quantity of water, i.e. metered, or measured by tank or pool volume. The quantity should be estimated based on size of pipe, flow, foot of frontage, etc. Bulk water sales should be Account 460 if the quantity is estimated and should be Account 461 if metered or measured by volume. Water related to construction should be a measured sale of water (either Account 461 or Account 464).
5. Other accounts: see application Help files for details.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential	276	18,248	43,317	1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	276	18,248	43,317	
Metered Sales to General Customers (461)				
Residential	273	7,188	14,925	4
Commercial	2	463	675	5
Industrial				6
Total Metered Sales to General Customers (461)	275	7,651	15,600	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)				8
Other Sales to Public Authorities (464)	1	4	45	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	552	25,903	58,962	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
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NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1 or Fd-1)	1	1
Wholesale fire protection billed	2	2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)	3	3
Other (specify):		
NONE	4	4
Total Public Fire Protection Service (463)	0	
Forfeited Discounts (470):		
Customer late payment charges	599	5
Other (specify):		
NONE	6	6
Total Forfeited Discounts (470)	599	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department	7	7
Other (specify):		
MISC INCOME	7	8
Total Other Water Revenues (474)	7	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	This Year (b)	Last Year (c)	
PLANT OPERATION AND MAINTENANCE EXPENSES			
Salaries and Wages (600)	13,296	7,035	1
Purchased Water (610)		0	2
Fuel or Power Purchased for Pumping (620)	4,005	3,930	3
Chemicals (630)		0	4
Supplies and Expenses (640)	1,646	109	5
Repairs of Water Plant (650)	(2,401)	8,895	6
Transportation Expenses (660)		0	7
Total Plant Operation and Maintenance Expenses	16,546	19,969	
GENERAL OPERATING EXPENSES			
Administrative and General Salaries (680)	12,240	8,075	8
Office Supplies and Expenses (681)	1,466	2,299	9
Outside Services Employed (682)	9,085	5,060	10
Insurance Expense (684)	2,625	3,082	11
Employees Pensions and Benefits (686)	1,703	1,189	12
Regulatory Commission Expenses (688)		0	13
Miscellaneous General Expenses (689)	265	154	14
Uncollectible Accounts (690)		0	15
Total General Operating Expenses	27,384	19,859	
Total Operation and Maintenance Expenses	43,930	39,828	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.

Description of Tax (a)	Method Used to Allocate Between Departments (b)	This Year (c)	Last Year (d)	
Property Tax Equivalent		5,227	4,284	1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			0	2
Net property tax equivalent		5,227	4,284	
Social Security		1,240	941	3
PSC Remainder Assessment		63	55	4
Other (specify): NONE			(8,385)	5
Total tax expense		6,530	(3,105)	

PROPERTY TAX EQUIVALENT (WATER)

1. No property tax equivalent shall be determined for sewer utilities or town sanitary district water utilities.
2. Tax rates are those issued in November (usually) of the year being reported and are available from the municipal treasurer. Report the tax rates in mills to six (6) decimal places.
3. The assessment ratio is available from the municipal treasurer. Report the ratio as a decimal to six (6) places.
4. The utility plant balance first of year should include the gross book values of plant in service (total of utility financed and contributed plant), property held for future use and construction work in progress.
5. An "other tax rate" is included in the "Net Local and School Tax Rate Calculation" to the extent that it is local. An example is a local library tax. Fully explain the rate in the Property Tax Equivalent schedule footnotes.
6. The Property Tax Equivalent to be reported for the year is determined pursuant to Wis. Stat § 66.0811(2). Report the higher of the current year calculation or the tax equivalent reported in the 1994 PSC annual report, unless, the municipality has authorized a lower amount, then that amount is reported as the property tax equivalent.
7. If the municipality has authorized a lower amount, the authorization description and date of the authorization must be reported in the Property Tax Equivalent schedule footnotes.

Particulars (a)	Units (b)	Total (c)	County A (d)	County B (e)	County C (f)	County D (g)	
County name			Kenosha				1
SUMMARY OF TAX RATES							2
State tax rate	mills		0.233900				3
County tax rate	mills		5.483000				4
Local tax rate	mills		8.066000				5
School tax rate	mills		10.662400				6
Voc. school tax rate	mills		1.734300				7
Other tax rate - Local	mills		0.000000				8
Other tax rate - Non-Local	mills		0.000000				9
Total tax rate	mills		26.179600				10
Less: state credit	mills		1.467000				11
Net tax rate	mills		24.712600				12
PROPERTY TAX EQUIVALENT CALCULATION							13
Local Tax Rate	mills		8.066000				14
Combined School Tax Rate	mills		12.396700				15
Other Tax Rate - Local	mills		0.000000				16
Total Local & School Tax	mills		20.462700				17
Total Tax Rate	mills		26.179600				18
Ratio of Local and School Tax to Total	dec.		0.781628				19
Total tax net of state credit	mills		24.712600				20
Net Local and School Tax Rate	mills		19.316052				21
Utility Plant, Jan. 1	\$	316,473	316,473				22
Materials & Supplies	\$	0	0				23
Subtotal	\$	316,473	316,473				24
Less: Plant Outside Limits	\$	0					25
Taxable Assets	\$	316,473	316,473				26
Assessment Ratio	dec.		0.855100				27
Assessed Value	\$	270,616	270,616				28
Net Local & School Rate	mills		19.316052				29
Tax Equiv. Computed for Current Year	\$	5,227	5,227				30
Tax Equivalent per 1994 PSC Report	\$	3,615					31
Any lower tax equivalent as authorized by municipality (see note 6)	\$						32
Tax equiv. for current year (see note 6)	\$	5,227					34

WATER UTILITY PLANT IN SERVICE --Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Miscellaneous Intangible Plant (303)	0		3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	0		4
Structures and Improvements (311)	0		5
Collecting and Impounding Reservoirs (312)	0		6
Lake, River and Other Intakes (313)	0		7
Wells and Springs (314)	5,256	23,723	8
Infiltration Galleries and Tunnels (315)	0		9
Supply Mains (316)	0		10
Other Water Source Plant (317)	0		11
Total Source of Supply Plant	5,256	23,723	
PUMPING PLANT			
Land and Land Rights (320)	0		12
Structures and Improvements (321)	4,354		13
Boiler Plant Equipment (322)	0		14
Other Power Production Equipment (323)	0		15
Steam Pumping Equipment (324)	0		16
Electric Pumping Equipment (325)	23,568		17
Diesel Pumping Equipment (326)	0		18
Hydraulic Pumping Equipment (327)	0		19
Other Pumping Equipment (328)	0		20
Total Pumping Plant	27,922	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		21
Structures and Improvements (331)	0		22
Water Treatment Equipment (332)	0		23
Total Water Treatment Plant	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			0	4
Structures and Improvements (311)			0	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)		(5,151)	23,828	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			0	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	(5,151)	23,828	
PUMPING PLANT				
Land and Land Rights (320)			0	12
Structures and Improvements (321)		(4,268)	86	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)		(23,100)	468	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			0	20
Total Pumping Plant	0	(27,368)	554	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			0	23
Total Water Treatment Plant	0	0	0	

WATER UTILITY PLANT IN SERVICE --Plant Financed by Utility or Municipality--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		24
Structures and Improvements (341)	0		25
Distribution Reservoirs and Standpipes (342)	11,974		26
Transmission and Distribution Mains (343)	144,019		27
Fire Mains (344)	0		28
Services (345)	57,527		29
Meters (346)	0	99,310	30
Hydrants (348)	20,296	1,206	31
Other Transmission and Distribution Plant (349)	0		32
Total Transmission and Distribution Plant	233,816	100,516	
GENERAL PLANT			
Land and Land Rights (370)	0		33
Structures and Improvements (371)	0		34
Office Furniture and Equipment (372)	0		35
Computer Equipment (372.1)	3,378	1,261	36
Transportation Equipment (373)	9,559		37
Other General Equipment (379)	0		38
Other Tangible Property (390)	0		39
Total General Plant	12,937	1,261	
Total utility plant in service directly assignable	279,931	125,500	
Common Utility Plant Allocated to Water Department	0		40
Total utility plant in service	279,931	125,500	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Utility or Municipality--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		(11,736)	238 26
Transmission and Distribution Mains (343)		(141,158)	2,861 27
Fire Mains (344)			0 28
Services (345)		(56,384)	1,143 29
Meters (346)			99,310 30
Hydrants (348)	750	(19,893)	859 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	750	(229,171)	104,411
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			4,639 36
Transportation Equipment (373)			9,559 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	14,198
Total utility plant in service directly assignable	750	(261,690)	142,991
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	750	(261,690)	142,991

**WATER UTILITY PLANT IN SERVICE
--Plant Financed by Contributions--**

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	<u>0</u>	<u>0</u>	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			4
Structures and Improvements (311)			5
Collecting and Impounding Reservoirs (312)			6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)			8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)			10
Other Water Source Plant (317)			11
Total Source of Supply Plant	<u>0</u>	<u>0</u>	
PUMPING PLANT			
Land and Land Rights (320)			12
Structures and Improvements (321)			13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)			17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)			20
Total Pumping Plant	<u>0</u>	<u>0</u>	
WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)			23
Total Water Treatment Plant	<u>0</u>	<u>0</u>	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
INTANGIBLE PLANT			
Organization (301)			0 1
Franchises and Consents (302)			0 2
Miscellaneous Intangible Plant (303)			0 3
Total Intangible Plant	0	0	0
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)			0 4
Structures and Improvements (311)			0 5
Collecting and Impounding Reservoirs (312)			0 6
Lake, River and Other Intakes (313)			0 7
Wells and Springs (314)		5,151	5,151 8
Infiltration Galleries and Tunnels (315)			0 9
Supply Mains (316)			0 10
Other Water Source Plant (317)			0 11
Total Source of Supply Plant	0	5,151	5,151
PUMPING PLANT			
Land and Land Rights (320)			0 12
Structures and Improvements (321)		4,268	4,268 13
Boiler Plant Equipment (322)			0 14
Other Power Production Equipment (323)			0 15
Steam Pumping Equipment (324)			0 16
Electric Pumping Equipment (325)		23,100	23,100 17
Diesel Pumping Equipment (326)			0 18
Hydraulic Pumping Equipment (327)			0 19
Other Pumping Equipment (328)			0 20
Total Pumping Plant	0	27,368	27,368
WATER TREATMENT PLANT			
Land and Land Rights (330)			0 21
Structures and Improvements (331)			0 22
Water Treatment Equipment (332)			0 23
Total Water Treatment Plant	0	0	0

WATER UTILITY PLANT IN SERVICE --Plant Financed by Contributions--

1. All adjustments, corrections and reclassifications (including to/from plant financed by contributions) should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000. If applicable, provide construction authorization.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			24
Structures and Improvements (341)			25
Distribution Reservoirs and Standpipes (342)			26
Transmission and Distribution Mains (343)			27
Fire Mains (344)			28
Services (345)			29
Meters (346)			30
Hydrants (348)			31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	0	0	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)			34
Office Furniture and Equipment (372)			35
Computer Equipment (372.1)			36
Transportation Equipment (373)			37
Other General Equipment (379)			38
Other Tangible Property (390)			39
Total General Plant	0	0	
Total utility plant in service directly assignable	0	0	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	0	0	

WATER UTILITY PLANT IN SERVICE (cont.)
--Plant Financed by Contributions--

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)			0 24
Structures and Improvements (341)			0 25
Distribution Reservoirs and Standpipes (342)		11,736	11,736 26
Transmission and Distribution Mains (343)		141,158	141,158 27
Fire Mains (344)			0 28
Services (345)		56,384	56,384 29
Meters (346)			0 30
Hydrants (348)		19,894	19,894 31
Other Transmission and Distribution Plant (349)			0 32
Total Transmission and Distribution Plant	0	229,172	229,172
GENERAL PLANT			
Land and Land Rights (370)			0 33
Structures and Improvements (371)			0 34
Office Furniture and Equipment (372)			0 35
Computer Equipment (372.1)			0 36
Transportation Equipment (373)			0 37
Other General Equipment (379)			0 38
Other Tangible Property (390)			0 39
Total General Plant	0	0	0
Total utility plant in service directly assignable	0	261,691	261,691
Common Utility Plant Allocated to Water Department			0 40
Total utility plant in service	0	261,691	261,691

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Expanded definitions of the three types of accounted-for water reported on this schedule are included in the schedule Help and in the Reference Manual Schedule Reference Sheet.

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			1,911	1,911	1
February			1,960	1,960	2
March			2,287	2,287	3
April			1,871	1,871	4
May			2,363	2,363	5
June			2,434	2,434	6
July			2,602	2,602	7
August			2,820	2,820	8
September			2,467	2,467	9
October			2,048	2,048	10
November			1,898	1,898	11
December			1,960	1,960	12
Total annual pumpage	0	0	26,621	26,621	
Less: Water sold				25,903	13
Volume pumped but not sold				718	14
Volume sold as a percent of volume pumped				97%	15
Volume used for water production, water quality and system maintenance				718	16
Volume related to equipment/system malfunction					17
Non-utility volume NOT included in water sales					18
Total volume not sold but accounted for				718	19
Volume pumped but unaccounted for				0	20
Percent of water lost				0%	21
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					22
Maximum gallons pumped by all methods in any one day during reporting year (000 gal.)				147	23
Date of maximum: 11/28/2003					24
Cause of maximum:					25
HYDRANT FLUSHING					
Minimum gallons pumped by all methods in any one day during reporting year (000 gal.)				42	26
Date of minimum: 12/12/2003					27
Total KWH used for pumping for the year				41,120	28
If water is purchased: Vendor Name:					29
Point of Delivery:					30

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
6939 235TH AVE	#1 BG 090	136	12	0	Yes	1
6939 235TH AVE	#2 BG 089	141	6	0	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	#1	#2	1
Location	6939 235TH AVENUE	6939 235TH AVENUE	2
Purpose	P	P	3
Destination	D	D	4
Pump Manufacturer	BRYON JACKSON	BRYON JACKSON	5
Year Installed	1958	1958	6
Type	VERTICAL TURBINE	VERTICAL TURBINE	7
Actual Capacity (gpm)	360	180	8
Pump Motor or Standby Engine Mfr	U.S. ELECTRIC	U S ELECTRIC	10
Year Installed	1958	1958	11
Type	ELECTRIC	ELECTRIC	12
Horsepower	30	15	13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)
Identification			14
Location			15
Purpose			16
Destination			17
Pump Manufacturer			18
Year Installed			19
Type			20
Actual Capacity (gpm)			21
Pump Motor or Standby Engine Mfr			22
Year Installed			23
Type			24
Horsepower			25
			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	#1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
Type: R (reservoir), S (standpipe) or ET (elevated tank)	R		3
Year constructed	1958		4
Primary material (earthen, steel, concrete, other)	STEEL		5
Elevation difference in feet (See Headnote 3.)	3		6
Total capacity in gallons (actual)	10,000		7
WATER TREATMENT PLANT			8
Disinfection, type of equipment (gas, liquid, powder, other)	POWDER		9
Points of application (wellhouse, central facilities, booster station, other)	WELLHOUSE		10
Filters, type (gravity, pressure, other, none)	NONE		11
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)	0.0000		12
Is a corrosion control chemical used (yes, no)?	N		13
Is water fluoridated (yes, no)?	N		14

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet								
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)	
M	D	4.000	4,171	0	0	0	4,171	1
M	D	6.000	8,545	0	0	0	8,545	2
P	D	6.000	1,801	0	0	0	1,801	3
M	D	8.000	853	0	0	0	853	4
Total Within Municipality			15,370	0	0	0	15,370	
Total Utility			15,370	0	0	0	15,370	

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	256	0	0	0	256	0	1
M	1.000	10	5	0	0	15	0	2
M	1.500	5	0	0	0	5	0	3
Total Utility		271	5	0	0	276	0	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).
5. Explain all reported adjustments as a schedule footnote.

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	0	276			276		1
Total:	0	276	0	0	276	0	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	273	2		1			276	1
Total:	273	2	0	1	0	0	276	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality	0				0	1
Within Municipality	13	1	1	0	13	2
Total Fire Hydrants	13	1	1	0	13	
Flushing Hydrants						
	2				2	3
Total Flushing Hydrants	2	0	0	0	2	

NR811.08(5) recommends that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Please provide the number operated during the year.

Number of hydrants operated during year: 9

Number of distribution system valves end of year: 40

Number of distribution valves operated during year: 10

WATER OPERATING SECTION FOOTNOTES

Water Operating Revenues - Sales of Water (Page W-02)

General footnotes

PRIOR TO IMPLEMENTATION OF THE WATER METERS, SALES OF WATER WAS NOT SEPARATED BETWEEN CUSTOMER TYPE. METERS WERE FIRST PLACED IN SERVICE IN SEPTEMBER 2003.

Other Operating Revenues (Water) (Page W-04)

General footnotes

NO PUBLIC FIRE PROTECTION SERVICE CHARGES BECAUSE FIRE PROTECTION IS CONTRACTED FROM ANOTHER MUNICIPALITY.

Water Operation & Maintenance Expenses (Page W-05)

For values that represent an increase or a decrease when compared to the previous year of greater than 30%, but not less \$2,000, please explain.

ACCOUNT #650 IS NEGATIVE BECAUSE IT WAS DISCOVERED THAT SOME OF THIS EXPENSE IN 2002 WAS INCORRECTLY PAID BY WATER AND WAS ACTUALLY AN EXPENSE OF THE SEPARATE SEWER UTILITY. THE SEWER REPAID THE WATER IN 2003, CAUSING THIS EXPENSE ACCOUNT TO HAVE A NEGATIVE BALANCE. THE ACTUAL WATER EXPENSES INCURRED IN ACCOUNT #650 IN 2003 WERE \$4403, AND HAS DECREASED SIGNIFICANTLY OVER LAST YEAR DUE TO CHANGING WATER TESTING SERVICES TO A NEW VENDOR. DURING 2003, THE UTILITY HIRED TEMPORARY CONTRACTUAL LABOR IN THE PLANT FOR SEVERAL MONTHS BEFORE FINDING A PERMANENT OPERATOR. THIS LABOR COST MORE THAN THE AMOUNT NORMALLY BUDGETED IN ACCOUNT #600. ACCOUNT #680 INCREASED DUE TO A PAY INCREASE FOR BOTH THE VILLAGE CLERK AND VILLAGE TREASURER, WHICH TOOK EFFECT 2003. THE CHANGE TO METERS AND COMPUTERIZATION REQUIRED ADDITIONAL OUTSIDE SERVICE WORK THAN IN YEARS PAST, INCREASING ACCOUNT #682 OVER LAST YEAR.

Water Utility Plant in Service --Plant Financed by Utility or Municipality-- (Page W-08)

General footnotes

METERS WERE PLACED IN SERVICE IN SEPTEMBER 2003; A PORTION OF THIS ADDITION WAS PREVIOUSLY IN CONSTRUCTION WORK IN PROGRESS. ONE HYDRANT WAS REPLACED AT A COST OF \$1206. THE OLD ONE WAS WRITTEN OFF AT \$750 PER PSC BENCHMARK RETIREMENT COSTS FOR SMALL WATER UTILITIES WITHOUT PROPERTY RECORDS SCHEDULE DATED JANUARY 2003.

If Additions for Accounts OTHER than 316, 343, 345, 346 and 348 exceed \$10,000, please explain. If applicable, provide construction authorization.

WELL #2 WAS REHABILITATED IN 2003 AT A COST OF \$23,723.

If Adjustments for any account are nonzero, please explain.

ADJUSTMENTS WERE MADE TO ALLOCATE UTILITY PLANT IN SERVICE-FINANCED BY CONTRIBUTIONS, TO NEW ACCOUNTS. PLEASE SEE CORRESPONDING ADJUSTMENTS ON PG. W-10.

Water Utility Plant in Service --Plant Financed by Contributions-- (Page W-10)

If Adjustments for any account are nonzero, please explain.

ADJUSTMENTS WERE MADE TO ALLOCATE UTILITY PLANT IN SERVICE- FINANCED BY CONTRIBUTIONS, TO NEW ACCOUNTS. PLEASE SEE CORRESPONDING ADJUSTMENTS ON PG. W-8.

WATER OPERATING SECTION FOOTNOTES

Water Services (Page W-18)

Explain all reported Adjustments.

PIPES WERE CHANGED TO ACCOMODATE NEW METERS ONLY AND DID NOT AFFECT THE ACTUAL NUMBER OF CUSTOMERS. ADDITIONS WERE FINANCED THROUGH THE NEW METERS PROJECT IN ACCOUNT #346-METERS. THE METERS WERE PLACED IN SERVICE IN 2003. THIS SAME EXPLANATION OF CHANGES IS TRUE FOR 2002 SERVICES.

Meters (Page W-19)

If Tested During Year column total is zero, please explain.

NEW METERS WERE PLACED IN SERVICE IN SEPTEMBER 2003 AND THE FIRST METERED BILLING WAS SENT ON 12/1/2003. SINCE THE METERS WERE NEW AND ONLY IN SERVICE FOR 4 MONTHS OF THE YEAR, NONE WERE TESTED IN 2003.

Hydrants and Distribution System Valves (Page W-20)

General footnotes

ALL DISTRIBUTION VALVES WERE OPERATED IN 2002. ALL HYDRANTS WERE FLUSHED MONTHLY IN 2003.
